

APPLICATION FOR PERMIT TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

Date of filing in State Engineer's Office AUG 23 1996

Returned to applicant for correction _____

Corrected application filed _____

Map filed SEP 05 1996

The applicant **ALTA GOLD COMPANY**, hereby make application for permission to appropriate the public waters of the State of Nevada, as hereinafter stated.

1. The source of the proposed appropriation is **Underground**
2. The amount of water applied for is **0.5 CFS** second-feet
 - (a) If stored in reservoir give number of acre-feet
3. The water to be used for **Mining and Milling**
4. If use is for:
 - (a) Irrigation, state number of acres to be irrigated.
 - (b) Stockwater, state number and kinds of animals to be watered
 - (c) Other use (describe fully under No. 12. "Remarks") **X**
 - (d) Power:
 - (1) Horsepower developed
 - (2) Point of return of water to stream
5. The water is to be diverted from its source at the following point **in the SW¼ of the NE¼ Section 31 T.14N., R.59E., M.D.B.&M. or at a point from which the Southwest corner Section 31, T.14N., R.59E., M.D.B.&M., bears S 49°32'56" W for a distance of 4150.13'.**
6. Place of Use **Sections 24 and 25, Township 14 North, Range 58 East, M.D.B.&M.**
7. Use will begin about **January 1st** and end about **December 31st**, of each year.
8. Description of proposed works **Drilled well with pump size suited to support application.**
9. Estimated cost of works **\$150,00.00**
10. Estimated time required to construct works **1 year**
11. Estimated time required to complete the application of water to beneficial use **2 years**
12. Remarks: **The water will be used for mining and milling. Mining and milling operations are scheduled to begin in Spring 1997. Full water recycling will be used as part of process. Maximum usage will be 224 g.p.m., 24 hours per day, 7 days a week.**

By **s/ Joe Pescio**
778 South Pioche Highway
Ely, Nevada 89301-3106

Compared cms/bk cl/cms

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit is issued subject to existing rights. It is understood that the amount of water herein granted is only a temporary allowance and that the final water right obtained under this permit will be dependent upon the amount of water actually placed to beneficial use. It is also understood that this right must allow for a reasonable lowering of the static water level. This well shall be equipped with a two (2) inch opening for measuring depth to water. If the well is flowing, a valve must be installed and maintained to prevent waste. A totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of water begins or before the Proof of Completion of Work is filed.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The well must be sealed with cement grout, concrete grout or neat cement from ground level to 100 feet.

The total combined duty of water under Permits 62407, 62408 and 62409 shall not exceed 362.0 acre-feet annually.

The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.5 cubic feet per second, but not to exceed 362.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and be completed on or before:

April 25, 1998

Proof of completion of work shall be filed before:

May 25, 1998

Application of water to beneficial use shall be filed on or before:

April 25, 2000

Proof of the application of water to beneficial use shall be filed on or before:

May 25, 2000

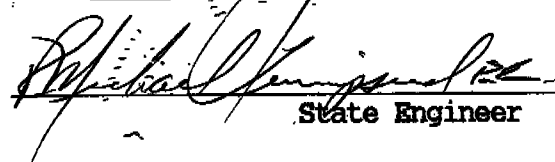
Map in support of proof of beneficial use shall be filed on or before:

N/A

IN TESTIMONY WHEREOF, I, R. MICHAEL TURNIPSEED, P.E.,
State Engineer of Nevada, have hereunto set

my hand and the seal of my office,


this 25th day of April, A.D. 1997


State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certification MAY 05 2004 Issued _____
~~CANCELLED~~ BECAUSE OF FAILURE
OF APPLICANT TO COMPLY WITH THE PROVISIONS OF PERMIT
 STATE ENGINEER